

# **National Council on Electricity Policy**

**2003 Mid-Course Review  
September 4, 2003**

## **View From the States:**

**“What is Working -  
What Needs Work”**

**Jeanne M. Fox  
President NJBPU**

**2003 Mid-Course Review – View from the States NJBPU Sept 4, 2003**



## **ABOUT NEW JERSEY**

- **8,414,350 people**
- **8,722 square miles**
- **35,921 miles of roadways**
- **127 miles of shoreline**
- **73,000,000 MWh (2002)**
  - **60,000,000 MWh (instate)**
- **18,000 MW**

**2003 Mid-Course Review – View from the States NJBPU Sept 4, 2003**

# **View From New Jersey**



## **Governor McGreevey's Energy Goals:**

- 1. Improve Efficiency**
- 2. Ensure Affordability,  
reliability & security**
- 3. Foster renewable energy  
technology**

# **New Jersey: What's Working**




- 1. First Office of Clean Energy**
- 2. Promoting Smart Growth**
- 3. Consumer Energy Efficiency Programs**
- 4. Statewide Service Quality Standards**
- 5. Incentives for renewable energy**
- 6. Support PJM Power Pool**



# **New Jersey: What's Working**

## **Wholesale Competition: Generation and Transmission**

- **We have built over 3,000 MW from 1999**
- **Over 8,000 MW in queue or permitting**
- **Generation construction has slowed down**
- **Transmission has lagged beyond generation**
- **Load response needs to be included**



# **New Jersey:**

## **Work in Progress**

### **Retail Competition:**

#### **Traditional Suppliers**

- 1999 Deregulation law –rate caps and rate discounts
- Ratepayers forced to buy energy on credit

#### **Green Suppliers**

- Only one retail supplier in state - Green Mountain
- JCP&L opt- out pilot; 25% not successful
- Green component of BGS auction in 2004
- Check off program

**2003 Mid-Course Review – View from the States NJBPU Sept 4, 2003**



## **New Jersey: Work in Progress**

**Competition: Load Management**

**New Jersey increasing load on  
average 1.5 percent per year**

**Work Plan: EE portfolio standards  
pilots on barrier islands**

# **New Jersey: What's Working**

## **Competition: BGS Auction**

- **Keeping Prices down**
- **Built load management**
- **Year 2 caps off competitive market to develop**



# **New Jersey: What is Working**



**Competition: RPS**

**LSE meeting RPS**

**2003 2.5% Class I and/or II**

**0.75 % Class I**

# **New Jersey: Work in Progress**




**Competition: RPS**

**Meeting RPS with existing facilities**

**Work Plan: Double RPS  
Triple RPS  
20 % by 2020**

# **New Jersey & the Region:**

## **What's Working**

- 
- **FERC's proposed Standard Market Design (SMD)**
  - **Standard procedures for wholesale power transactions**
  - **Consistent with the PJM RTO market.**
  - **Larger common market requires an incremental approach.**

**New Jersey looks forward to working with FERC  
and other states.**

# **New Jersey & the Nation: Working Together**



- 1. National Investment in Smart Grid Technology.**
- 2. National minimum transmission grid performance standards**
- 3. Mandatory participation by all states in FERC approved RTO's.**